



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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May 7, 1997

Dick Shumway
Sunray Mineral Products
1810 Shumway
Moab, Utah 84532

Re: Acquisition of Clay Lease, Sunray Mineral Products, Factory Butte Mineral Project, S/055/006,
Wayne County, Utah

Dear Mr. Shumway:

The Division has received your letter of April 11, 1997, stating you have now acquired the Clay Lease #44815 from Duvel Corporation. We also received a letter dated April 21, 1997, from the Trust Lands Administration (TLA) verifying your acquisition of this lease. The TLA currently holds a \$5,000 bond for reclamation.

Mining clay material does not require an exemption from the Utah Coal Mining Rules; therefore, no additional information regarding an exemption is required by the Division at this time. The Division will request that you provide the results of a proximate analysis of your processed product with your annual report of mining operations. In addition, the Division may require a sample of your product for quality assurance or verification of lab analyses. Please provide us with a copy of the information requested by John Blake of TLA in his April 21, 1997 letter to you under items:

3. What is the location of the crushing or processing plant?
5. What seed mixture, concentration and method of application will be used in re-seeding?
6. A map or diagram drawn to scale, showing the location of proposed mining activities with respect to the existing surface coal mine pit.

With these conditions, the Division will require no further information beyond what is mentioned here, and you may begin operations at your convenience. Thank you for your patience and cooperation in completing this permitting action.

Sincerely,

Anthony A. Gallegos
Senior Reclamation Specialist

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cc: John Blake, Trust Lands Administration
Daron Haddock, DOGM

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